

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	FCCS SB 241
Fiscal Note Number:	29
(S) Publish Date:	3/28/2020

Identifier: SB241CCSCSCS(CC)-DCCED-AIDEA-03-28-20
Title: EXTENDING COVID 19 DISASTER EMERGENCY
Sponsor: RLS BY REQUEST OF THE GOVERNOR
Requester: CONFERENCE COMMITTEE

Department: Department of Commerce, Community and
Economic Development
Appropriation: Alaska Industrial Development and Export
Authority
Allocation: Alaska Industrial Development and Export
Authority
OMB Component Number: 1234

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2021 Appropriation Requested	Included in Governor's FY2021 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2021	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None	***	***	***	***	***	***	***
Total	***	***	***	***	***	***	***

Estimated SUPPLEMENTAL (FY2020) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2021) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Agency: Office of Management and Budget

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Date: 03/28/2020 01:03 PM
Date: 03/28/20

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

Analysis

SB 241 extends the 30-day declaration of the COVID-19 public health disaster emergency that Governor Dunleavy issued on March 11, 2020 to November 15, 2020; and includes additional powers necessary to address the COVID-19 situation.

SB 241 prohibits the state (as a lender or the administrator of a lender) to find a borrower in default, ask a court or arbitrator to find a borrower in default, or seize or otherwise obtain collateral from a borrower who is experiencing financial hardship due to the emergency. This is applicable during the duration of the state emergency and for 30 days thereafter. The borrower must provide the lender/administrator with a signed statement, sworn under penalty of perjury, that he or she is experiencing financial hardship relating to the COVID-19 emergency. The borrower is not relieved of the obligation to pay an amount due, nor does it restrict the ability of a lender/administrator to recover an amount due. In this provision, "state" refers to the State of Alaska, the Alaska Industrial Development and Export Authority (AIDEA), the Alaska Commission on Postsecondary Education, and agencies or programs that lend money for or on behalf of the State of Alaska. However, the following agencies are exempt: Alaska Permanent Fund Corporation, Alaska Mental Health Trust Authority, Alaska Municipal Bond Bank, Alaska Retirement Management Board, and the Department of Revenue's Treasury Division.

AIDEA is a state lender, and will be unable to find a borrower in default or obtain collateral under this Act.

AIDEA cannot predict the fiscal impact this legislation may have on revolving loan fund balances. However, if AIDEA cannot foreclose on debts, it could potentially result in the loss of an amount in excess of \$100,000,000. Long term implications are not determined at this time.